

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 7/31/2005

9/8/2005

	As of <u>7-31-05</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 633,938,721	\$ 604,847,705
INTERNATIONAL EQUITIES	405,420,901	399,906,454
DOMESTIC FIXED INCOME	204,723,234	201,123,853
INTERNATIONAL FIXED INCOME	71,956,041	71,304,366
REAL ESTATE	140,492,884	139,039,070
VENTURE CAPITAL	62,249,753	62,572,727
INVESTED CASH (NOTE 1)	<u>38,992,101</u>	<u>28,950,655</u>
 TOTAL INVESTMENTS	 1,557,773,635	 1,507,744,830
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	7,087,189	8,109,864
CONTRIBUTIONS RECEIVABLE	15,857	7,403,583
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>0</u>
 TOTAL RECEIVABLES	 7,103,046	 15,513,447
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	8,157,806	8,648,006
DUE FROM OTHER AGENCIES (NOTE 3)	<u>35,098</u>	<u>20,170</u>
 TOTAL ASSETS	 <u><u>\$ 1,573,069,585</u></u>	 <u><u>\$ 1,531,926,453</u></u>
 LIABILITIES:		
ACCOUNTS PAYABLE	1,414,912	1,414,912
ACCRUED EXPENSES	387,918	284,129
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>32,985</u>
 TOTAL LIABILITIES	 1,802,830	 1,732,026
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,530,194,427	1,374,679,677
CASH IN DURING YEAR (NOTE 5)	15,500,000	134,163,000
CASH OUT DURING YEAR (NOTE 6)	15,500,000	134,163,000
NET INCREASE (DECREASE)	<u>41,072,328</u>	<u>155,514,750</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,571,266,755</u>	 <u>1,530,194,427</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 1,573,069,585</u></u>	 <u><u>\$ 1,531,926,453</u></u>

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 7/31/2005

9/8/2005

	Month Ended <u>7-31-05</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,276,947	\$ 2,276,947
SECURITIES LENDING INCOME	<u>281,518</u>	<u>281,518</u>
	2,558,465	2,558,465
 GAIN ON SALE OF INVESTMENTS	 21,008,167	 21,008,167
LOSS ON SALE OF INVESTMENTS	<u>3,845,778</u>	<u>3,845,778</u>
 NET GAINS (LOSSES) INVESTMENTS	 17,162,389	 17,162,389
 INVESTMENT EXPENSES	 125,111	 125,111
SECURITIES LENDING EXPENSES	246,875	246,875
SIB ADMINISTRATIVE EXPENSES	<u>10,239</u>	<u>10,239</u>
 NET INVESTMENT INCOME	 19,338,629	 19,338,629
 NET APPREC (DEPREC) MARKET VALUE	 29,019,472	 29,019,472
MISCELLANEOUS INCOME/(EXPENSE)	<u>(109,356)</u>	<u>(109,356)</u>
 TOTAL INVESTMENT INCOME	 48,248,745	 48,248,745
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 84,382	 84,382
PURCHASED SERVICE CREDIT (NOTE 8)	564,572	564,572
PENALTY & INTEREST (NOTE 9)	<u>348</u>	<u>348</u>
 TOTAL ADDITIONS	 <u>48,898,047</u>	 <u>48,898,047</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	7,611,262	7,611,262
PARTIAL LUMP SUM BENEFITS PAID	0	0
REFUNDS TO MEMBER (NOTE 11)	<u>148,112</u>	<u>148,112</u>
 TOTAL BENEFITS PAID	 7,759,374	 7,759,374
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	66,345	66,345
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>66,345</u>	 <u>66,345</u>
 TOTAL DEDUCTIONS	 <u>7,825,719</u>	 <u>7,825,719</u>
 NET INCREASE (DECREASE)	 <u>\$ 41,072,328</u>	 <u>\$ 41,072,328</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
July 31, 2005

9/8/2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

TEACHERS' FUND FOR RETIREMENT
Notes to Financial Statements
7/31/2005

9/8/2005

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.